



Title: I, Payroll/Personnel Manual

Chapter: 28, Section 2, Tax Formulas (TAXES)

Bulletin: TAXES 03-23, New York City, New York, Income Tax Withholding

Date: August 21, 2003

To: Holders of TAXES (State of New York only)
Personnel User Groups
T&A Contact Points in New York

Beginning with wages paid for Pay Period 17, the Single or Head of Household and Married withholding tables for the city of New York, New York, will change.

No action on the part of the employee or the personnel office is necessary.

To view the updated tax formula, go to the National Finance Center (NFC) home page (www.nfc.usda.gov) and click **Pubs & Forms**. Then at the Pubs & Forms page left-hand menu, click **Tax Formulas** and select the appropriate state from the map provided. Changes on the tax formula are identified by “►◄”.

For questions about NFC processing, contact the Payroll Operations Branch at **504-255-4630**. For questions about system access and other system-related issues, contact Customer Support at **504-255-5230** or via e-mail at customer.support@usda.gov. For questions about this bulletin, call **504-255-5322** or send an e-mail to nfc.pvct@usda.gov.

PENNY W. FORBES, Acting Director
Government Employees Services Division

New York City Income Tax Information

State/City Codes

36/4170

City Tax Status

Duty Station and Residence/mandatory

Withholding Formula ►(Effective Pay Period 17, 2003)◄

1. Subtract the biweekly Thrift Savings Plan contribution from the gross biweekly wages.
2. Subtract nontaxable Federal Health Benefits Plan payments from the adjusted gross biweekly wages.
3. Add taxable fringe benefits (taxable life insurance, etc.) to the adjusted gross biweekly wages.
4. Multiply the adjusted biweekly wages by 26 to obtain the annual wages.
5. Determine the standard deduction allowance by applying the following guideline and subtract this amount from the annual wages.

Married

\$5,500

Single/Head of Household

\$5,000

6. Determine the exemption allowance by applying the following guideline and subtract this amount from the result of step 5 to obtain the taxable income.

Exemption Allowance = \$1,000 x Number of Exemptions

7. Apply the taxable income computed in step 6 to the following table to determine the New York City tax withholding:

►Tax Withholding Table Single or Head of Household

If the Amount of Taxable Income Is:		The Amount of New York City Tax Withholding Should Be:		
Over:	But Not Over:	Of Excess Over:		
\$ 0	\$ 8,000	\$ 0	plus 1.90%	\$ 0
8,000	8,700	152	plus 2.65%	8,000
8,700	15,000	171	plus 3.10%	8,700
15,000	25,000	366	plus 3.70%	15,000
25,000	60,000	736	plus 3.90%	25,000
60,000	100,000	2,101	plus 4.00%	60,000
100,000	150,000	3,701	plus 5.20%	100,000
150,000	200,000	6,301	plus 8.08%	150,000
200,000	500,000	10,341	plus 5.20%	200,000
500,000	and over	25,941	plus 5.60%	500,000◄

► **Married**

**If the Amount of
Taxable Income Is:**

Over:	But Not Over:
\$ 0	\$ 8,000
8,000	8,700
8,700	15,000
15,000	25,000
25,000	60,000
60,000	100,000
100,000	150,000
150,000	200,000
200,000	500,000
500,000	and over

**The Amount of New York City
Tax Withholding Should Be:**

			Of Excess Over:
\$ 0	plus	1.90%	\$ 0
152	plus	2.65%	8,000
171	plus	3.10%	8,700
366	plus	3.70%	15,000
736	plus	3.90%	25,000
2,101	plus	4.00%	60,000
3,701	plus	4.00%	100,000
5,701	plus	9.66%	150,000
10,531	plus	5.20%	200,000
26,131	plus	5.60%	500,000 ◀

8. Divide the annual New York City tax withholding by 26 to obtain the biweekly New York City tax withholding.